

IN THE MATTER OF:)
JEFFREY A. BATIO and)
ARMADA SYSTEMS, LLC and) **File Number: 1200299**
his/their partners, officers and directors,)
agents, employees, affiliates, successors,)
members, and assigns.)

TO RESPONDENTS: Jeffrey A. Batio
935 Pomeroy Avenue
Unit #10
Santa Clara, California 95051

Armada Systems, LLC
935 Pomeroy Avenue
Unit #10
Santa Clara, California 95051

1. Respondent Jeffrey A. Batio (at times hereinafter "Batio" or collectively with Armada Systems, LLC, Inc "Respondents") has a known address of 935 Pomeroy Avenue, Unit #10, Santa Clara, California 95051 .
2. Respondent Armada Systems, LLC. (at times hereinafter "Armada" or collectively with Batio "Respondents"), has a last known address of 935 Pomeroy Avenue, Unit #10, Santa Clara, California 95051.
3. Respondent Armada, at all times relevant herein, was an Illinois limited liability company whose principal member and officer was Respondent Batio.
4. Between 2006 and 2010 Respondent Batio, individually and as principal agent of Armada, and within the State of Illinois, solicited and offered for sale membership

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interests in Armada to approximately 100 individuals, including at least two Illinois residents, (hereinafter "Investors")

5. Between 2006 and 2010 Respondent Batio, individually and as principal agent of Armada, issued and sold memberships in Armada to approximately 75 individuals, including at least two Illinois residents (hereinafter "Investors") for purchase prices ranging between \$5,000 and \$25,000
6. Respondents sold a total of approximately \$500,000 worth of membership interests.
7. The activities described above in paragraphs 4-6 constitute the offer and sale of membership interests in a limited liability company, and are therefore securities as that term is defined in Sections 2.1, 2.5 and 2.5a of the Illinois Securities Law of 1953 [815 ILCS 5] (the "Act")

FAILURE TO REGISTER SECURITIES

8. Section 5 of the Act provides *inter alia* that all securities except those exempt under Section 3 or those offered and sold under Section 4 shall be registered either by coordination or by cooperation prior to their offer or sale in the State of Illinois.
9. Respondents failed to file with the Secretary of State an application for registration of the securities described above as required by the Act and that as a result the securities were not registered pursuant to Section 5 of the Act prior to their offer and sale in the State of Illinois.
10. Section 12.A of the Act provides *inter alia* that it shall be a violation for any person to offer and sell any security except in accordance with the provisions of the Act
11. Section 12.D of the Act provides *inter alia* that it shall be a violation for any person to fail to file with the Secretary of State any application, report or document required to be filed under the provisions of the Act or any rule or regulation made by the Secretary of State pursuant to the Act
12. By virtue of the foregoing Respondents have violated Sections 12 A and 12.D of the Act
13. The aforementioned findings are based upon credible evidence.
14. Section 11.F(2) of the Act provides, *inter alia*, that the Secretary of State may temporarily prohibit the offer or sale of securities by any person, without notice and prior hearing, if the Secretary of State shall deem it necessary to prevent an imminent violation of the Act or to prevent losses to investors that will occur as a result of prior violations of the Act.

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15. The entry of this Temporary Order of Prohibition prohibiting Respondents, or his/their agents, affiliates, successors and employees, from offering or selling securities in the State of Illinois is in the public interest and for the protection of the investing public and is consistent with the purposes intended by the provisions of the Act.

NOW THEREFORE IT IS HEREBY ORDERED THAT: pursuant to the authority granted by Section 11.F of the Act, Respondents Jeffrey A. Batio and Armada Systems, LLC, and his/their partners, officers and directors, agents, employees, affiliates, successors, members and assigns are **Temporarily Prohibited** from offering or selling securities in or from this State until the further Order of the Secretary of State

NOTICE is hereby given that Respondents may request a hearing on this matter by transmitting such request in writing to the Director, Illinois Securities Department, 69 West Washington Street, Suite 1220, Chicago, Illinois 60602. Such request must be made within thirty (30) calendar days of the date of entry of the Temporary Order of Prohibition. Upon receipt of a request for hearing, a hearing will be scheduled as soon as reasonably practicable. A request for hearing will not stop the effectiveness of this Temporary Order of Prohibition and will extend the effectiveness of this Temporary Order of Prohibition for sixty (60) days from the date the hearing request is received by the Department.

FAILURE BY ANY RESPONDENT TO REQUEST A HEARING WITHIN THIRTY (30) CALENDAR DAYS AFTER ENTRY OF THIS TEMPORARY ORDER OF PROHIBITION SHALL CONSTITUTE AN ADMISSION OF ANY FACTS ALLEGED HEREIN AND SHALL CONSTITUTE SUFFICIENT BASIS TO MAKE THIS TEMPORARY ORDER OF PROHIBITION FINAL.

Dated. This 21st day of November 2013.


JESSE WHITE
Secretary of State
State of Illinois

Attorney for the Secretary of State
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